



## Economic Overview And Outlook: New Jersey

### JOBS

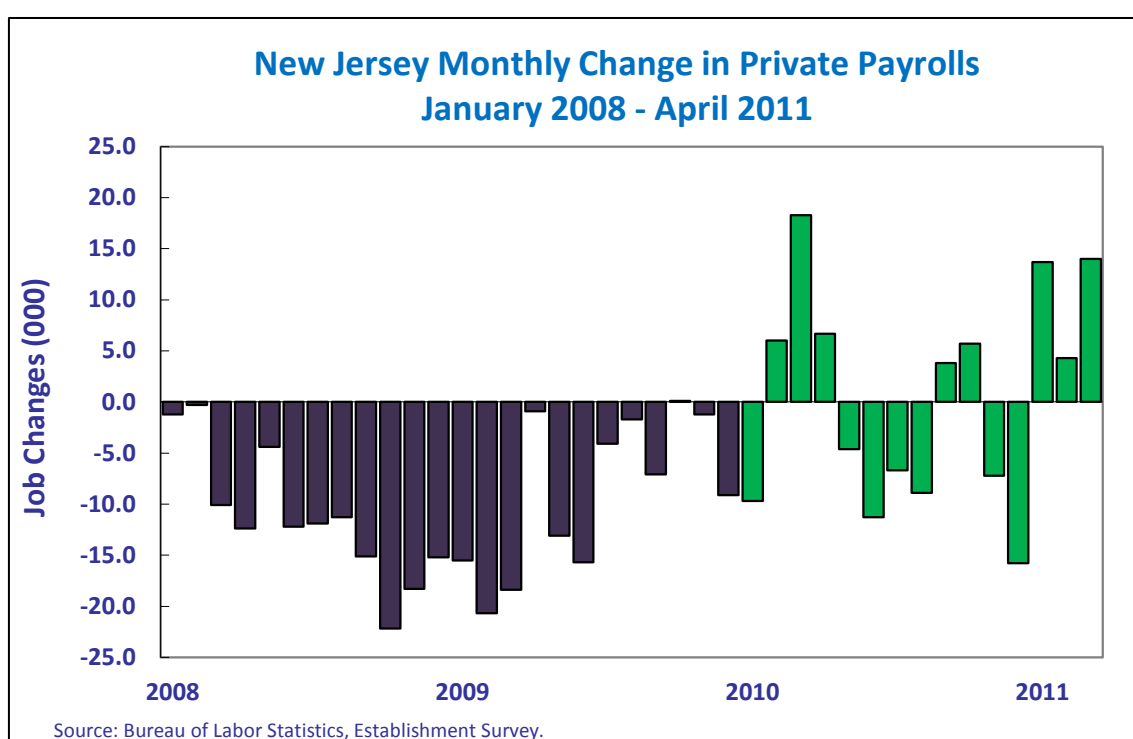
- Including April, the private sector has gained jobs nationwide for 14 consecutive months.
- In New Jersey, private sector employment fell by 7.2 percent from January 2008 to February 2010. Since February 2010, private sector employment has grown by 1.3 percent.
- In New Jersey, employees in the construction, manufacturing, and information services sectors faced the largest job losses (as a percent of employment within an industry) over the recession. Since the beginning of 2010, the following sectors in New Jersey have experienced the greatest employment increases: professional and business services; financial activities; and education and health services.\*
- As the economy recovers from the Great Recession, service-providing industries are projected to add the most jobs between 2008 and 2018, with the largest gains in professional and business services, education, health care and social assistance, and State and local government. Within the goods-producing sector of the economy, only the construction industry is projected to add jobs above its 2008 level.

### EMPLOYMENT

- The unemployment rate in New Jersey was 9.3 percent in April 2011, up 4.8 percentage points from December 2007, but down from its most recent peak of 9.8 percent in January 2010.
- 419,000 New Jersey residents were counted among the unemployed in New Jersey during April 2011.

### EARNINGS

- Between the start of the recession in the 4th quarter of 2007 and the 3rd quarter of 2009, inflation-adjusted total personal income in the United States declined 2.2 percent. Most recently, in the 4th quarter of 2010, total personal income is 0.3 percent above its 4th quarter of 2007 level.



- Real per capita personal income (in 2005 \$) in New Jersey was \$45,865.70 in the 4th quarter of 2010, down from \$47,029.10 in the 4th quarter of 2008.

### HOUSING

- National home prices, including distressed sales, saw a decrease of 7.5 percent in March 2011 from March 2010 compared to a 5.8 percent decrease in February. In New Jersey, home prices saw a decrease of 2.9 percent in March 2011 from March 2010 following February's year over year decrease of 2.1 percent.
- The median price of single-family homes in New Jersey was \$282,633 in the second quarter of 2010, compared to \$180,176 nationwide.
- As of the 1st quarter of 2011, 7.7 percent of all mortgages, including 27.7 percent of subprime mortgages, were in foreclosure in New Jersey.
- Housing starts in New Jersey totaled 15,480 units (seasonally adjusted annual rate) in March 2011, an increase of 50.3 percent from February.
- Within the Northeast census region, which includes New Jersey, sales of new single-family homes totaled 30,000 units in March 2011, an increase of 66.7 percent from February. Sales of existing single-family homes decreased 8.5 percent to 540,000 units (at seasonally adjusted annual rates) from March to April 2011.

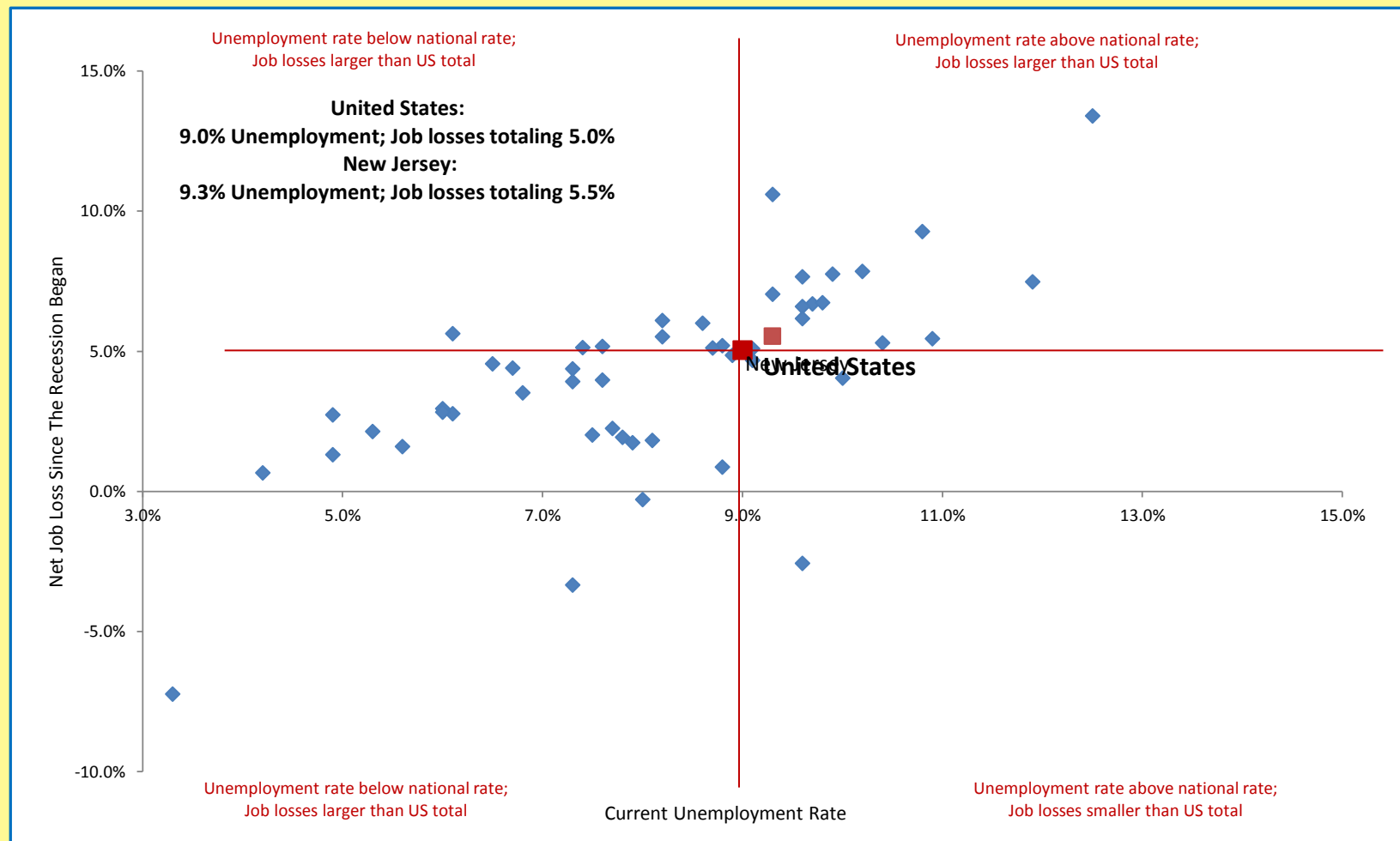
\* For New Jersey-specific labor sector statistics, please refer to the New Jersey office: [http://lwd.dol.state.nj.us/labor/lpa/LMI\\_index.html](http://lwd.dol.state.nj.us/labor/lpa/LMI_index.html)

## How Does New Jersey Compare To Other States?

Workers across the country were hard hit during the Great Recession. Although labor markets in many states have started recovering, employment in most states still remains below pre-recession levels. The chart below allows you to compare New Jersey to other states using two metrics.

The current unemployment rate (measured along the horizontal axis) serves as a gauge of current labor market conditions faced by residents, while the proportion of jobs lost within New Jersey since the start of the recession (shown along the vertical axis) measures the toll the recession took on the job supply in New Jersey.

States falling in the upper right quadrant have lost a disproportionate share of jobs, relative to the total United States, and have unemployment rates higher than the national unemployment rate. States falling in the lower left quadrant have unemployment rates job losses (or even gains) lower than the national average.



### STATE QUICK FACTS

		New Jersey	United States
<b>Unemployment Rates</b> .....	April 2008	4.9%	4.9%
	April 2009	8.8%	8.9%
	April 2010	9.6%	9.8%
	April 2011	9.3%	9.0%
<b>Percent of Population Who Are Veterans</b> .....	2009	4.1%	7.1%
<b>Veterans' Unemployment Rate</b> .....	2009	8.9%	8.9%
<b>Median Household Income</b> .....	2007	\$ 62,594	\$ 51,965
	(2009 \$) 2009	\$ 64,777	\$ 49,777
<b>Poverty Rate</b> .....	2007	8.7%	12.5%
	2009	9.3%	14.3%
<b>No Health Insurance</b> .....	2007	15.8%	15.3%
	2009	15.8%	16.7%

*Prepared by the Chairman's Staff of the Joint Economic Committee*